

Inspection Report
Minerals Regulatory Program

Report Date: October 4, 2006

Supervisor _____

Mine Name: Quartz Hill
Operator Name: Kerry Holt Hay Cubes, Inc.
Kerry Holt
P.O. Box 249
Enterprise, Utah 84725

Permit number: S/021/036
Date: September 14, 2006
Time: 5:00 PM

Inspector(s): Doug Jensen
Other Participants: None
Mine Status: Reclaimed

Weather: Clear, windy

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Purpose of Inspection:

The operator had requested that the Division inspect and release the site.

Directions to Site:

See previous inspection report.

Inspection Summary:

7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)

The operator had only dug two small trenches at the site to check for the existence of sufficient rock. The result of the trenching was that there was too much overburden in the area to make mining profitable. Pictures were taken of the site and are included in this report.

The operator has backfilled the trenches and is no longer interested in pursuing any further mining activity in the area.

Conclusions and Recommendations

I will check with Ed Ginouves with the BLM to see if he has any problem with releasing the bond and closing this permit. I recommend that the permit be closed and the bond released.

Inspector's Signature

Doug Jensen

Date: OCT 1, 2006

dj:pb

cc: Kerry Holt

Ed Ginouves, BLM, Cedar City FO UTU-82099

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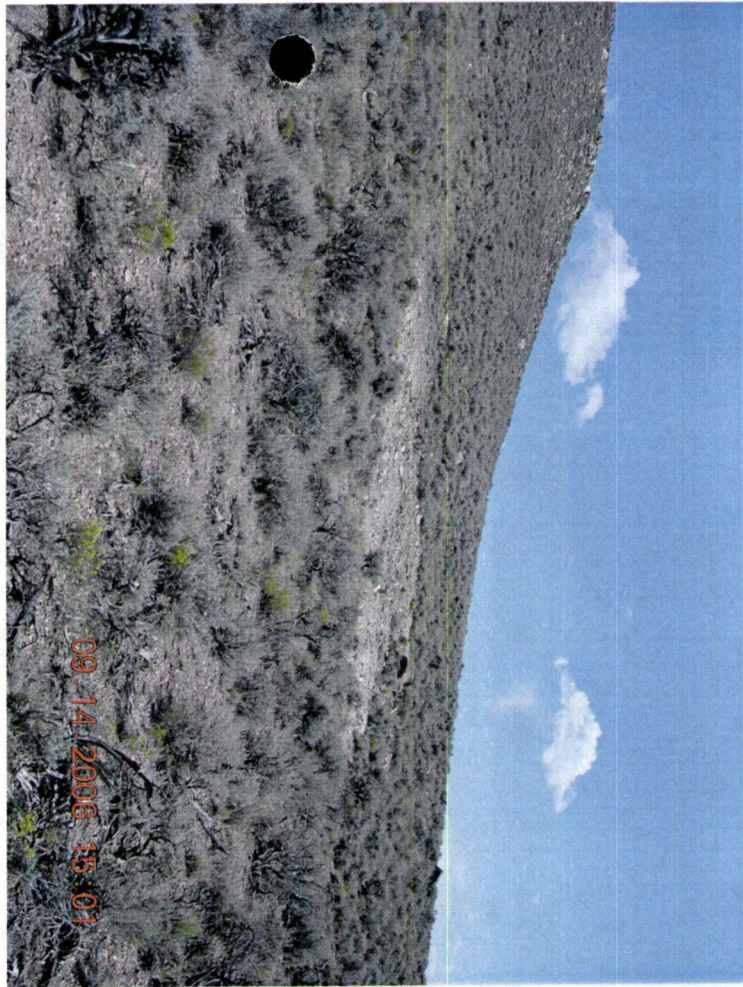
OVERLAND ACCESS



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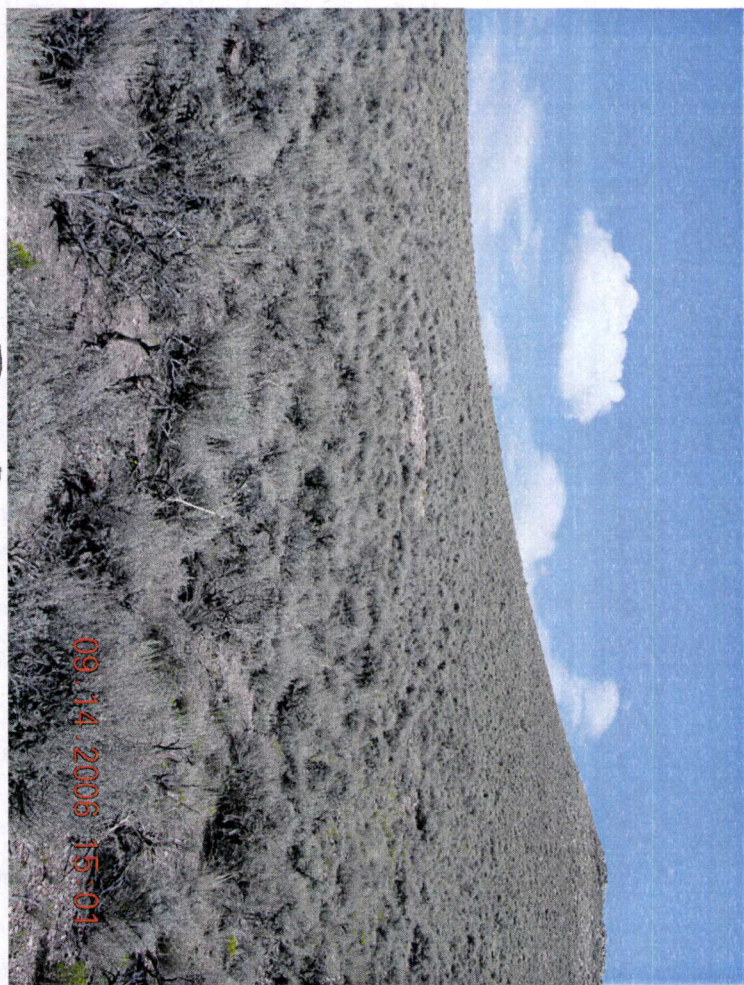
Pt 1



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Pt 2



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